



City of Villa Park  
17855 Santiago Boulevard  
Villa Park, California 92861  
(714) 998-1500

## INVESTMENT ADVISORY COMMITTEE

### Special Meeting

March 24, 2008

8:30 a.m.

The Investment Advisory Committee of the City of Villa Park welcomes you to this meeting. We encourage your participation. This agenda contains a brief description of each item to be considered.

If you wish to speak on an item contained on the agenda, please approach the podium at the time the item is being considered. Upon recognition by the Chair, state your name and address for the record prior to providing your comments. Speakers will be limited to a time period set by the presiding officer.

All supporting information is available for public review in the City Hall offices.

Please Note: In compliance with the Americans with Disabilities Act, the City of Villa Park will make every reasonable attempt to accommodate attendees or participants at this meeting who need special assistance beyond what is normally provided. Please contact the City Hall at (714) 998-1500 at least 48 hours prior to this meeting to inform us of particular needs and to determine if accommodation is feasible. Please advise us at the time of your call if special assistance is required to attend or participate in meetings on a regular basis.

### ORDER OF BUSINESS

1. CALL TO ORDER

*The meeting was called to order at 8:37 AM by Vice-Chair Nelson.*

2. ROLL CALL

*City Manager Domer called roll call. The following members were present:*

*William Nelson, Vice-Chair, Resident Member*

*Joe Hagler, Resident Member*

*Mary Jo Chorbajian, Resident Member*

*Jim Rheins, Mayor Pro Tem, Chair City Council Finance Committee*

*Rich Ulmer, Council Member, City Council Finance Committee*

*Dennis Kuli, City Treasurer*

*Dan Carlberg, Chair, was excused absence.*

*Additionally present were Ken Domer, City Manger, Michelle Danaher, Finance Manager and Paul Cocking, Chief Investment Officer for the Orange County Treasurer's Office.*

3. PUBLIC COMMENT

*No public comments.*

4. DISCUSSION ITEMS

- a) Review of Orange County Investment Pool holdings

*Vice Chair Nelson turned the meeting over the Mayor Pro Tem Rheins who discussed why he called the meeting based on his desire to review the City's investments in the Orange County Investment Pool in light of continued news articles and other information regarding the potential losses from the OCIP's holdings of the Whistlejacket Structured Investment Vehicle portfolio.*

*Mayor Pro Tem Rheins stated that the press coverage was not enough to move money, but he felt there were issues to explore and with the economic contraction, overall financial conditions that are changing quickly, the risk is greater. He brought up moving the money to a structured series of T-bills or other government securities or notes.*

*Member Hagler asked a series of questions to Paul Cocking to include how the County pool is allocated. Mr. Cocking detailed these items and stated that there are two SIVs the County is dealing with – Whistlejacket and Sigma. He stated Sigma will more than likely, in his opinion, see a decrease in rating from AAA to AA. On the recent news article on Whistlejacket, Mr. Cocking stated he never read an article more inaccurate on the item. Overall, Mr. Cocking does not believe Whistlejacket will hurt the underlying interest. He shared investor information with the group. A general discussion followed.*

*Member Chorbaganian stated that in her private practice, she let the experts run the portfolios and that she did not believe it necessary to cut and run, in effect take the City's money and through such actions reduce return to almost nothing.*

*Council Member Ulmer stated he liked the idea of listening to Member Chorbaganian and Mr. Cocking's comments.*

*Member Hagler asked questions on the recent negative news. Mr. Cocking responded that it was mix of market and political issues.*

*General discussion regarding risk of keeping money in the OCIP. With the exception of Mayor Pro Tem Rheins, the members were comfortable remaining in the OCIP at this time.*

*It was suggested and generally agreed that the Committee should meet once a month to review items during this current financial crisis.*

5. PUBLIC AND MEMBER COMMENT

*None.*

6. ADJOURNMENT

*Adjourned at 9:40 AM.*

*Next meeting date April 23, 2008 at 8:30 AM.*